

D.M. TEXTILE MILLS LIMITED
INTERIM CONDENSED CASH FLOW STATEMENT
FOR THE HALF YEAR ENDED 31 DECEMBER 2007
(UN-AUDITED)

	Half year ended	
	31 December 2007 Rupees	31 December 2006 Rupees
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit/(loss) before taxation	(6,431,518)	3,822,267
Adjustments for non cash charges and other items		
Depreciation	14,178,302	9,630,641
Gratuity	2,024,278	2,170,549
(Gain)/loss on sale of property, plant and equipment	-	2,228,046
Workers' profit participation fund	-	201,172
Finance cost	26,795,430	28,646,749
CASH FLOW FROM OPERATING ACTIVITIES BEFORE WORKING CAPITAL CHANGES	36,566,492	46,699,424
CASH FLOWS FROM WORKING CAPITAL CHANGES		
(Increase)/decrease in current assets		
Stores, spares and loose tools	(756,153)	(311,256)
Stock-in-trade	32,658,766	15,783,803
Trade debts	(7,260,803)	(4,620,863)
Advances	985,056	62,568,729
Short term deposits and prepayments	(1,021,465)	(1,008,628)
Other receivables	290,439	87,570
Increase/(decrease) in current liabilities		
Trade and other payables	(2,908,864)	(25,293,546)
NET CASH FLOW FROM WORKING CAPITAL CHANGES	21,986,976	47,205,809
CASH GENERATED FROM OPERATING ACTIVITIES	58,553,468	93,905,233
Finance cost paid	(24,152,555)	(27,615,361)
Taxes paid	(1,145,227)	(1,540,649)
Gratuity paid	(1,557,411)	(895,220)
Workers' profit participation fund paid	-	(1,775,253)
NET CASH GENERATED FROM OPERATING ACTIVITIES	31,698,275	62,078,750
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,653,791)	(18,979,526)
Fixed assets acquired under finance lease	-	(75,910,080)
Long term deposits	-	(1,660,000)
NET CASH USED IN INVESTING ACTIVITIES	(1,653,791)	(96,549,606)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from:		
Finance leases	-	16,600,000
Short term borrowings	-	747,281,597
Repayment of:		
Long term finances	(2,134,000)	(4,494,667)
Finance leases	(12,215,276)	(15,233,469)
Short term borrowings	(11,766,674)	(709,996,549)
Unclaimed dividend	(228)	-
NET CASH (USED IN) / FROM FINANCING ACTIVITIES	(26,116,178)	34,156,912
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	3,928,306	(313,944)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	1,309,393	3,609,105
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	5,237,699	3,295,161

The annexed notes form an integral part of this interim financial information.

CHIEF EXECUTIVE OFFICER

DIRECTOR